



GARY R. HERBERT
Governor

SPENCER J. COX
Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

6675

July 7, 2015

Ross Phillips
Utah Alunite Corporation
170 South Main, Suite 500
Salt Lake City, Utah 84101

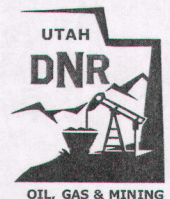
Subject: Conditional Approval of Amended Notice of Intention to Commence Large Mining Operations, Utah Alunite Corporation, Blawn Mountain Mine, M/001/0082, Beaver County, Utah

Dear Mr. Phillips:

The Division of Oil, Gas and Mining approves the amendment to the referenced conditionally approved Notice of Intention to Commence Large Mining Operations (Notice). The amendment was received June 9, 2015, and it changes your mailing address. The Division is incorporating the changes into both copies of the Notice. The Notice will be stamped approved and one copy returned to Utah Alunite when final approval is issued.

As required in the Division's August 12, 2014, conditional approval letter, prior to issuing final approval, you are required to provide the Division with:

1. A signed and notarized reclamation contract.
2. An acceptable financial guarantee in the amount of \$42,299,000.00.
3. Discussions, figures, consistent reclamation cost calculations, and reclamation surety related to features and facilities that do not yet have a finalized design (such as the loadout area, water treatment plant, culverts, and any power plant and onsite transmission lines), will need to be submitted as an amendment to the Notice and approved by the Division prior to their construction. Facilities such as the rail spur and off-site electrical transmission lines that are within 500 feet of the proposed operations will need to be shown on a map.

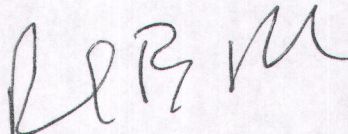


Page 2 of 2
Ross Phillips
M/001/0082
July 7, 2015

In addition, the Division will need to receive notification from the Trust Lands Administration that any area tentatively approved for mining disturbance has been cleared for cultural resources.

Please contact Peter Brinton at 801-538-5258 or me at 801-538-5261 if you have questions about this approval. Thank you for submitting the updated information and for keeping the Notice current.

Sincerely,

A handwritten signature in black ink, appearing to read 'P. Baker' with a stylized flourish at the end.

Paul Baker
Minerals Program Manager

PBB: pnb: eb
cc : Jerry Mansfield, SITLA ; jmansfield@utah.gov
P:\GROUPS\MINERALS\WP\M001-Beaver\M0010082-BlawnMountainProject\final\TENT-6675-07072015.docx